

HOUSE BILL 605

By Lamberth

AN ACT to amend Tennessee Code Annotated, Title 48;
Title 62 and Title 66, relative to compensation.

BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Title 62, Chapter 13, Part 3, is amended by adding the following as a new section:

- (a) A broker, affiliate broker, or other person licensed by the real estate commission may receive compensation directly to a business entity that:
 - (1) Is solely owned by that broker, affiliate broker, or other person; and
 - (2) Has been formed for the purpose of receiving compensation earned by that broker, affiliate broker, or other person for acts regulated by this chapter.
- (b) A business entity formed for the purpose stated in subdivision (a)(2) is not required to be licensed under this chapter so long as the sole owner of the business entity is licensed by the real estate commission.

SECTION 2. This act takes effect upon becoming a law, the public welfare requiring it.